Dakota
Minnesota
Airports District
Office

FAA Update

Presented to: 2021 South Dakota Conference
By: Lindsay Butler / Dave Anderson
Date: April 1, 2021
Presentation Topics

1. Staff Changes in DMA-ADO
2. Authorization & Appropriation
3. FAA Money, Money, Money
4. Grant Process Lifecycle & Closeouts
5. ND at a glance
Temporary Changes to DMA ADO

• Andy Peek - Temporarily on a detail to Tech Ops

• Lindsay Butler – Acting Manager (February 1 – May 14)

• Dave Anderson – Acting Manager (May 16 – August 14)
Staff Changes at DMA ADO

Welcome
• AJ Ornelas – Program Analyst ND
• Kyle Sebesta – Program Manager ND
• Marinda Guagenti – Program Analyst MN

Farewell
• Janelle Stocking (enjoy your retirement!)
FAA’s Current Status

**AUTHORIZATION**

- We are operating under Public Law 115-254 (FAA Reauthorization Act of 2018)

- **Authorizes** $3,350,000 in AIP for the period beginning on October 1, 2018, ending on **September 30, 2023**

**APPROPRIATION**

- We are operating under Public Law 116-260, titled “Consolidated Appropriations Act, 2021” (signed by the President on December 27, 2020)

- ** Appropriated** $3,350,000,000 in FY 2021 for airport planning and development and noise compatibility planning and program ending on **September 30, 2021**
**What is the difference between an authorization and appropriation?**

<table>
<thead>
<tr>
<th>Authorization</th>
<th>Appropriation</th>
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<tbody>
<tr>
<td>• Allows the FAA to exist as an agency</td>
<td>• Provides funds for authorized programs</td>
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<td>• Authorizes the imposition of ticket taxes &amp; the use of those revenues flowing into &amp; out of the Airport and Airway Trust Fund</td>
<td>• Provides for the use of funds</td>
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<td>• Establishes basic statutory authorities &amp; obligations (for FAA, airports, airlines &amp; other users, &amp; other stakeholders)</td>
<td>• Can provide additional funds other than authorized</td>
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<td>• Gives FAA the authority to spend money – if &amp; when it’s appropriated</td>
<td>• Can have special allocations/funding rules</td>
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<tr>
<td>• Multi-year bill</td>
<td>• Annual bill – needed each year for funding</td>
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## AIP Legislative History

<table>
<thead>
<tr>
<th>Authorization (1 = Extensions)</th>
<th>Appropriation (1 = CRs)</th>
<th>Program Fully Funded (mmm = Month)</th>
</tr>
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<tbody>
<tr>
<td>2019 1 2 (thru 2023)</td>
<td>2019 1 2 3 4</td>
<td>2019 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<td>2018 1 2</td>
<td>2018 1 2 3 4 5</td>
<td>2018 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<td>2017 Full Year Authorization</td>
<td>2017 1 2</td>
<td>2017 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<td>2016 1 2 3</td>
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<td>2015 Full Year Authorization</td>
<td>2015 1 2 3 4</td>
<td>2015 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<tr>
<td>2014 Full Year Authorization</td>
<td>2014 1 2 3 4 - FAA Furlough</td>
<td>2014 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<tr>
<td>2013 Full Year Authorization</td>
<td>2013 1 2 - Funded Contract Towers</td>
<td>2013 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<tr>
<td>2012 1 2 3</td>
<td>2012 1 2 3 4 5</td>
<td>2012 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<tr>
<td>2011 1 2 3 4 5 6 - ARP Furlough</td>
<td>2011 1 2 3 4 5 6 7</td>
<td>2011 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<tr>
<td>2010 1 2 3 4 5 6</td>
<td>2010 1 2 3</td>
<td>2010 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<tr>
<td>2009 1 2</td>
<td>2009 1 2 3 4 - Included ARRA</td>
<td>2009 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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<td>2008 1 2 3 4 5 6 7</td>
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<td>2006 Oct Nov Dec Jan Feb Mar Apr May Jun Jul Aug Sep</td>
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FAA MONEY

FY2021 Programs

• Airport Improvement Program (AIP) Grants
• Supplemental Appropriations (FY18-19-20-21)
• CARES Act Grants
• CRRSA/ACRGP Grants
2021 Airport Improvement Program (AIP)

- **2021 AIP**
  - Regular local match rules apply
  - **March 15th** – sponsors to notify FAA they plan on taking FY-2021 grant
  - **May 3rd** – Sponsors submit final grant application (based on bids)
  - We will be issuing e-Grants & Certifications
  - Start processing closeouts electronically
Coronavirus Aid, Relief, and Economic Security (CARES) Act

- The Coronavirus Aid, Relief, and Economic Security (CARES) Act (H.R. 748, Public Law 116-136) (PDF), signed into law by the President on March 27, 2020

- $10 billion in funds to be awarded as economic relief for prevention of, preparation for, and response to the COVID-19 pandemic.

- The CARES Act provided funds to increase the federal share to 100 percent for Airport Improvement Program (AIP) and supplemental discretionary grants awarded in FY2020.
Coronavirus Response and Relief Supplemental Appropriation (CRRSA) Act

- The [Coronavirus Response and Relief Supplemental Appropriation (CRRSA) Act (H.R. 133) (PDF)](https://www.congress.gov/bill/116th-congress/house-bill/133), signed into law by the President on December 27, 2020

- $2 billion in funds awarded as economic relief to prevent, prepare for, and respond to the coronavirus disease 2019 (COVID-19) public health emergency.

- FAA established the Airport Coronavirus Response Grant Program (ACRGP) to award CRRSA grants.
Coronavirus Response and Relief Supplemental Appropriation (CRRSA) Act

- **Airports must apply** for the grants by June 30, 2021

- Funds are available until **September 30, 2021**, and **must be obligated** by that date. FAA intends to award grants and obligate these funds on an expedited basis.

- CRRSA Grants under the Airport Coronavirus Response Grant Program are available at a **100% Federal share**.

- CRRSA **does not** provide funding to increase the Federal share to 100% on FY 2021 AIP or Supplemental Discretionary grants
So how do I ACTUALLY get a grant?
Basic Steps in the Grant Process

1. Pre-Grant Actions
2. Grant Programming
3. Grant Application, Offer, & Acceptance
4. ADO Grant Oversight
5. Grant Payment(s)
6. Grant Closeout
Lifecycle of a grant

• Staying off the FAA’s Naughty List

• Quarterly Reports – Construction Progress & Inspection

  Reports

• First Drawdown & Regular Drawdowns

• Reaching 10%
2 CFR 200 Closeout Updates

- 2 CFR 200 was updated in mid to late fall of 2020 and included substantial changes to Sponsor and FAA Closeout Requirements.
- These changes became effective November 12, 2020. – All FY2021 Grants are subject to the changes.
- Revised closeout period below.

- Pre-Award
  - Project Formulation
    - Appraisals/Land
    - Bid Advertisement
    - Permits
    - Soil Borings
    - Surveys

- Post Award
  - Period of Performance
    - 4 Years (1,460 days)
    - Reimburse Pre-Award Costs/Incur New Obligations
  - Sponsor Closeout
    - 120 Days
    - “Liquidation Period”

- Closeout
  - FAA Closeout
    - ~8 months
  - Closeout Documentation
  - No Work Needing Invoicing
  - Receive Final Invoices
  - Process Final Payments
Grant Closeout

In order for the ADO to close a grant, must complete three basic steps:

1. Physically complete all projects in the grant
2. Complete all grant administrative and financial requirements
3. Provide Final Closeout Report –

   Outlining Final payment Requests
   • Full Payment; or
   • Partial Payment – Recoup funds; or
   • Amendment Needed (section 7, Ch 5 AIP HB)

   • More information for closeouts:
     – Ch 5, Section 8 and
     – SOP #10

• [https://www.faa.gov/airports/resources/sops/](https://www.faa.gov/airports/resources/sops/)
SD at a glance
What Happened in the Last Year?

March 2020

• Week One - Attended the 2020 ND Conference in Minot

• Week Two - Attended the 2020 SD Conference in Rapid City

• Week Three – Picked up my daughter from college

• Week Four – Started working from home…
Grants in 2020

- Funding for South Dakota
  - AIP Grants
    - $20,636,795 all in (Entitlement, State Apportionment, Discretionary, CARES Match)
    - $1,179,700 in discretionary funding
    - $1,936,812 in CARES match funds (no local share)
Where did the funding go?

- 21% Taxiways
- 22% Runway
- 6% Planning
- 4% Equipment
- 11% Standards
- 9% Terminals
- 5% Lighting
- 11% Building
- 6% Aprons
- 2% Land
- 2% Environmental
- 1% Roadways
Grants in 2020

- Funding for South Dakota
  - Supplemental Grants

$17,907,465
CARES match only available on 2020 Supplemental Funds

<table>
<thead>
<tr>
<th></th>
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<tr>
<td>Pierre</td>
<td>Rapid City</td>
<td></td>
<td></td>
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<tr>
<td>Yankton</td>
<td>Sioux Falls</td>
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Watertown – 2019 Supplemental in FY 21 - $9,000,000
Aberdeen – 2020 Supplemental in FY 21 - $5,000,000

Total of $31,907,465
Grants in 2020

• Funding for South Dakota
  – CARES Act Grants

  $31,177,983 total for all airports in South Dakota

  Amounts varied on service level in our system for GA Airports

  For commercial service airports, multiple factors went in the formula

  https://www.faa.gov/airports/cares_act/
Grants in 2021

• AIP funding is flowing fast!

• Discretionary funds are early!

• Studies and reports still needed to be submitted!

• If your project is not going to be ready, please let us know!
Closeouts

• 27 Closeouts have been submitted

• 2017 projects must be closed this fiscal year due to Period of Performance

• Three 2017 open grants in South Dakota remain open. We currently have closeouts for all

• Need to have these submitted before June for review / processing of final payments
Buy American

- Completed content percentage worksheet and final assembly questionnaire.
- Proprietary information may be forwarded to the FAA directly.
- The FAA may revoke waivers, request additional information, and conduct reviews to enforce compliance to Buy American requirements.
- Process times will vary.
- Submit completed forms to Airport District Office associated with the airport worksite where the product [project] is to be awarded.
Buy American

- If approved, the FAA notifies the airport sponsor and manufacturer.

- Approved waivers are posted to the AIP Buy American Preference Requirements webpage under Waivers Open for Comment.

- Approved waiver is open for public comment for 10 days.

- Approved waivers become effective on day 11 and available for use on an AIP funded project.

- [https://www.faa.gov/airports/aip/buy_american/](https://www.faa.gov/airports/aip/buy_american/)
QUESTIONS